

SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Villaraigosa Analyst: Colin Stevens Bill Number: AB 1140

Related Bills: See Prior Analysis Telephone: 845-3036 Amended Date: 5/6/99

Attorney: Patrick Kusiak Sponsor: Franchise Tax Board

SUBJECT: Include Effect of Exemption Credits in Filing Requirement Income Threshold Amounts

DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended _____.

AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended _____.

FURTHER AMENDMENTS NECESSARY.

DEPARTMENT POSITION CHANGED TO _____.

☒ REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED February 25, 1999 STILL APPLIES.

☒ OTHER - See comments below.

SUMMARY OF BILL

Under the Personal Income Tax Law (PITL), this bill, sponsored by the Franchise Tax Board, would raise the income threshold below which taxpayers are not required to file an income tax return by taking into account both the senior exemption credit and the recent increases in the dependent exemption credit.

SUMMARY OF AMENDMENT

The May 6, 1999, amendment makes a minor technical change.

The chart provided in Addendum 1 of the analysis of the bill as introduced has been revised to correct a calculation error and is restated below. With this exception, the department's analysis of the bill as introduced February 25, 1999, still applies.

BOARD POSITION

Support.

At its December 16, 1998, meeting, the Franchise Tax Board voted to sponsor this bill.

Board Position:

☒ S
☐ SA
☐ N

☐ NA
☐ O
☐ OUA

☐ NP
☐ NAR
☐ PENDING

Department/Legislative Director Date

Johnnie Lou Rosas **5/17/1999**

	Single/MFS	MFJ	HOH
No senior credit, 1 dependent	\$ 16,000	\$ 25,000	\$ 20,000
No senior credit, 2 dependents	\$ 22,000	\$ 31,000	\$ 26,000
1 senior credit, no dependents	\$ 12,000	\$ 21,000	N/A
1 senior credit, 1 dependent	\$ 18,000	\$ 27,000	\$ 21,000
1 senior credit, 2 dependents	\$ 22,000	\$ 31,000	\$ 26,000
2 senior credits, no dependents	N/A	\$ 24,000	N/A
2 senior credits, 1 dependent	N/A	\$ 30,000	N/A
2 senior credits, 2 dependents	N/A	\$ 35,000	N/A

(married filing separate (MFS), married filing joint (MFJ), head of household (HOH))